#### 111TH CONGRESS 1ST SESSION

# H. R. 1813

To terminate or provide for suspension of the application of Federal laws that restrict exploration, development, or production of oil, gas, or oil shale, to facilitate the construction of new crude oil refineries, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

March 31, 2009

Mrs. Bachmann (for herself and Mr. McHenry) introduced the following bill; which was referred to the Committee on Natural Resources, and in addition to the Committees on Energy and Commerce and Agriculture, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

## A BILL

To terminate or provide for suspension of the application of Federal laws that restrict exploration, development, or production of oil, gas, or oil shale, to facilitate the construction of new crude oil refineries, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Emergency Energy
- 5 Cut the Red Tape Now Act of 2009".

1	SEC. 2. FINDINGS.
2	The Congress finds the following:
3	(1) Gas prices have skyrocketed to record high
4	levels and are negatively impacting America's econ-
5	omy, consumers, and businesses.
6	(2) In July 2006, the average price of gas in
7	the United States was \$2.98 per gallon and the
8	price of a barrel of oil was \$68.86.
9	(3) As of July 1, 2008, the average price of
10	gasoline in the United States was \$4.07 per gallon
11	and the price of a barrel of oil was \$142.00.
12	(4) The United States currently imports from
13	foreign nations over 60 percent of all crude oil, gaso-
14	line, and diesel fuel consumed by Americans annu-
15	ally.
16	(5) The Minerals Management Service has esti-
17	mated that 88.85 billion barrels of oil are available
18	in the Outer Continental Shelf (OCS) areas of the
19	Pacific Ocean, Atlantic Ocean, Gulf of Mexico, and
20	Alaska, yet over 80 percent of the OCS is under
21	Federal leasing moratorium.
22	(6) The United States Geological Survey esti-
23	mates that there are 16 billion barrels of recoverable

(7) The Bureau of Land Management estimates that the United States holds the world's largest

oil in the Arctic National Wildlife Refuge (ANWR).

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- known unconventional oil source, known as oil shale, and that more than 70 percent of American oil shale lies on Federal land, primarily in Colorado, Utah, and Wyoming.
  - (8) These Federal lands contain an estimated 1.23 trillion barrels of oil, which is more than 50 times the Nation's proven conventional oil reserves.
  - (9) There are currently no unconventional fuels leasing programs operating in the United States that would allow oil and gas companies to explore and drill for oil.
  - (10) The Federal Government could open land in Colorado, Utah, and Wyoming for oil exploration and the United States could offset all of its imports from Saudi Arabia according to Bureau of Land Management statistics.
  - (11) There has not been a new oil refinery built in the United States since 1981 and between 1980 and 2006 over half of existing United States refineries closed.
  - (12) The current bureaucratic permitting process to drill for oil and gas contributes to extensive delays in exploring United States natural resources.
  - (13) It has been estimated that it takes seven years and an average of \$5,000,000,000 for one off-

1	shore platform to be built and permitted before nat-
2	ural gas or oil is produced.
3	SEC. 3. TERMINATION OR WAIVER OF RESTRICTIONS ON
4	LEASING FOR EXPLORATION, DEVELOPMENT,
5	AND PRODUCTION OF OIL, GAS, AND OIL
6	SHALE DURING PERIOD OF HIGH OIL PRICES.
7	(a) Termination of Statutory Prohibitions.—
8	Any Federal law that prohibits the leasing of Federal
9	Outer Continental Shelf, Bureau of Land Management,
10	or National Forest lands or Federal submerged lands for
11	exploration, development, or production of oil, gas, or oil
12	shale, that withdraws such lands from such leasing, or
13	that prohibits the expenditure of Federal funds for such
14	leasing, shall have no force or effect.
15	(b) Waiver of Permit Requirements.—The Sec-
16	retary of the Interior—
17	(1) may waive the application of any provision
18	of Federal law that requires a permit to engage in
19	drilling for oil or gas under a lease of Federal lands
20	or Federal submerged lands for exploration, develop-
21	ment, or production of oil or gas, during any period
22	in which the most recent the spot market price for
23	West Texas Intermediate crude oil at the domestic
24	spot market at Cushing, Oklahoma, as published by

1	the Energy Information Administration, is less than
2	\$100 per barrel; and
3	(2) shall waive the application of such provi-
4	sions during any period in which the most recent
5	such spot market price is greater than \$100 per bar-
6	rel.
7	SEC. 4. REFINERY PROCESS AND PROCEDURES.
8	(a) Definitions.—In this section—
9	(1) the term "designated refinery" means a fa-
10	cility designed and operated to receive, load, unload,
11	store, transport, process, and refine crude oil by any
12	chemical or physical process, including distillation,
13	fluid catalytic cracking, hydrocracking, coking,
14	alkylation, etherification, polymerization, catalytic
15	reforming, isomerization, hydrotreating, blending,
16	and any combination thereof, in order to produce
17	gasoline or other fuel;
18	(2) the term "Federal refinery authorization"—
19	(A) means any authorization required
20	under Federal law, whether administered by a
21	Federal or State administrative agency or offi-
22	cial, with respect to siting, construction, expan-
23	sion, or operation of a refinery; and
24	(B) includes any permits, special use au-
25	thorizations, certifications, opinions, or other

approvals required under Federal law with respect to siting, construction, expansion, or operation of a refinery;

### (3) the term "refinery" means—

- (A) a facility designed and operated to receive, load, unload, store, transport, process, and refine crude oil by any chemical or physical process, including distillation, fluid catalytic cracking, hydrocracking, coking, alkylation, etherification, polymerization, catalytic reforming, isomerization, hydrotreating, blending, and any combination thereof, in order to produce gasoline or other fuel; or
- (B) a facility designed and operated to receive, load, unload, store, transport, process, and refine coal by any chemical or physical process, including liquefaction, in order to produce gasoline, diesel, or other liquid fuel as its primary output;
- (4) the term "Secretary" means the Secretary of Energy; and
- (5) the term "State" means a State, the District of Columbia, the Commonwealth of Puerto Rico, and any other territory or possession of the United States.

1	(b) Designation as Lead Agency.—
2	(1) In general.—The Department of Energy
3	shall act as the lead agency for the purposes of co-
4	ordinating all applicable Federal refinery authoriza-
5	tions and related environmental reviews with respect
6	to a designated refinery.
7	(2) Other agencies.—Each Federal and
8	State agency or official required to provide a Fed-
9	eral refinery authorization shall cooperate with the
10	Secretary and comply with the deadlines established
11	by the Secretary.
12	(c) Schedule.—
13	(1) Secretary's authority to set sched-
14	ULE.—The Secretary shall establish a schedule for
15	all Federal refinery authorizations with respect to a
16	designated refinery. In establishing the schedule, the
17	Secretary shall—
18	(A) ensure expeditious completion of all
19	such proceedings; and
20	(B) accommodate the applicable schedules
21	established by Federal law for such proceedings.
22	(2) Failure to meet schedule.—If a Fed-
23	eral or State administrative agency or official does

not complete a proceeding for an approval that is re-

quired for a Federal refinery authorization in ac-

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- 1 cordance with the schedule established by the Sec-
- 2 retary under this subsection, not later than 30 days
- 3 after such failure, the Secretary shall award the ap-
- 4 proval of the application.
- 5 (d) Consolidated Record.—The Secretary shall,
- 6 with the cooperation of Federal and State administrative
- 7 agencies and officials, maintain a complete consolidated
- 8 record of all decisions made or actions taken by the Sec-
- 9 retary or by a Federal administrative agency or officer (or
- 10 State administrative agency or officer acting under dele-
- 11 gated Federal authority) with respect to any Federal re-
- 12 finery authorization.

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